

## Message Text

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ACTION OPIC-06

INFO OCT-01 ARA-06 ISO-00 AGR-05 EB-07 COME-00 TRSE-00

OMB-01 XMB-02 CIAE-00 INR-05 NSAE-00 /033 W

----- 002878

R 271400Z NOV 74

FM AMEMBASSY BRASILIA

TO SECSTATE WASHDC 6632

LIMITED OFFICIAL USE BRASILIA 8940

DEPARTMENT PASS OPIC

E.O. 11652: N/A

TAGS: EFIN,L BR

SUBJECT: PROPOSED OPIC ASSISTANCE TO MILK PROJECT

REF: STATE 256845

1. EMBASSY, BASED UPON INFO CONTAINED REFTTEL, HAS NO OBJECTION TO PROJECT. IT IS NOT IN A POSITION, HOWEVER, TO EVALUATE ITS FEASIBILITY OR TO PREDICT WHETHER CENTRAL BANK ACCEPTTANCE WOULD BE GRANTED.

2. THE UNAI AREA HAS TRADITIONALLY BEEN DEVOTED TO BEEF PRODUCTION RATHER THAN DAIRY OPERATIONS. THIS WAS DUE TO THE ABSENCE OF ANY MARKET PRIOR TO THE ESTABLISHMENT OF BRASILIA AND THE LACK OF INVESTMENT CAPITAL. PRESENT CONSUMPTION IN BRASILIA IS ABOUT 96,000 LITERS PER DAY AND THERE ARE REGULAR SHORTAGES OF FRESH MILK DURING THE DRY SEASON (SEPT.-NOV.). CONSUMER AND PRODUCER PRICES ARE BOTH FIXED BY GOB AT CR\$11.70 AND CR\$1.35 PER LITER, RESPECTIVELY AND DO OT REFLECT SUPPLY AND DEMAND CONDITIONS.

3. THE CENTRAL BANK WOULD EVALUATE VERY CAREFULLY ANY PROJECT THAT INCLUDES LARGE LAND PURCHASED BY FOREIGNERS. IT HAS ALSO, IN THE PAST, DENIED APPROVAL TO PROJECTS IN THE CONSUMER AREA WHEN IT FELT THAT DOMESTIC FIRMS COULD SUPPLY THE  
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MARKET. WITHOUT, HOWEVER, APPROACHING THE BANK, THE EMBASSY

CANNOT MAKE A PREDICTION WHETHER THE SUBJECT PROJECT WOULD BE  
APPROVED BY THE CENTRAL BANK.  
JOHNSON

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** MILK, CENTRAL BANK, PROGRAMS (PROJECTS), PROGRAM ASSISTANCE  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 27 NOV 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** boyleja  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974BRASIL08940  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D740345-0077  
**From:** BRASILIA  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t1974119/aaaaahds.tel  
**Line Count:** 64  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION OPIC  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** STATE 256845  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** boyleja  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 10 SEP 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <10 SEP 2002 by boyleja>; APPROVED <17 MAR 2003 by boyleja>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** PROPOSED OPIC ASSISTANCE TO MILK PROJECT  
**TAGS:** EFIN, BR, US, OPIC  
**To:** STATE  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005